

COVID-19 Relief and Recovery Funding



State Budget Committee

September 22, 2021

CARES Act

Coronavirus Relief Fund, \$2.4 billion

- Eligible costs incurred March 1, 2020, through December 31, 2021
- Close-out preparation
 - Identifying obligation residuals
 - Remaining and developing costs
 - Disposition

CARES Act

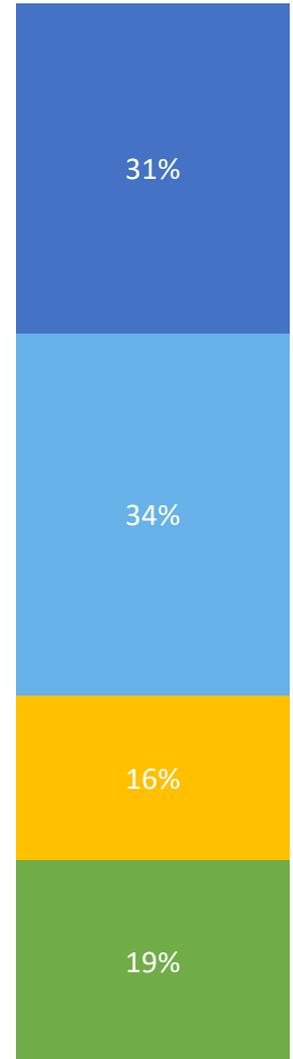
Coronavirus Relief Fund, \$2.4 billion

– Public Health Response
Health, FSSA, IEDC

– Economic and Business Relief
IEDC, DWD, CHE, Agriculture, UI Trust Fund

– Local Government, Community & Individual Assistance
IFA, IHADA

– Direct Expense Recovery



ARP-State Fiscal Recovery Fund

- State allocation: \$3.1 billion
 - \$1.536 billion (50%) received June 30
- Funds appropriated in budget
 - State agencies developing programming
- Funds available for obligation through December 31, 2024; performance period through December 2026
- Public comment period for Interim Rule ended July 16
 - Comment review expected to extend through the fall
 - Interim Rule in effect until final rule is issued

State Fiscal Recovery Fund

- Eligible Uses:
 - Respond to public health emergency or its negative economic impacts including assistance to households, small businesses, and nonprofits, or aid to impact industries such as tourism, travel, and hospitality
 - Respond to workers performing essential work during public health emergency by providing premium pay
 - Necessary investments in water, sewer, or broadband infrastructure
 - Government services to the extent of reduced general revenue
- Prohibited Uses:
 - Deposit to pension funds
 - Offsetting reduction in net tax revenue resulting from change in law, regulation interpretation during the covered period (March 3, 2021 until funds expended or returned)

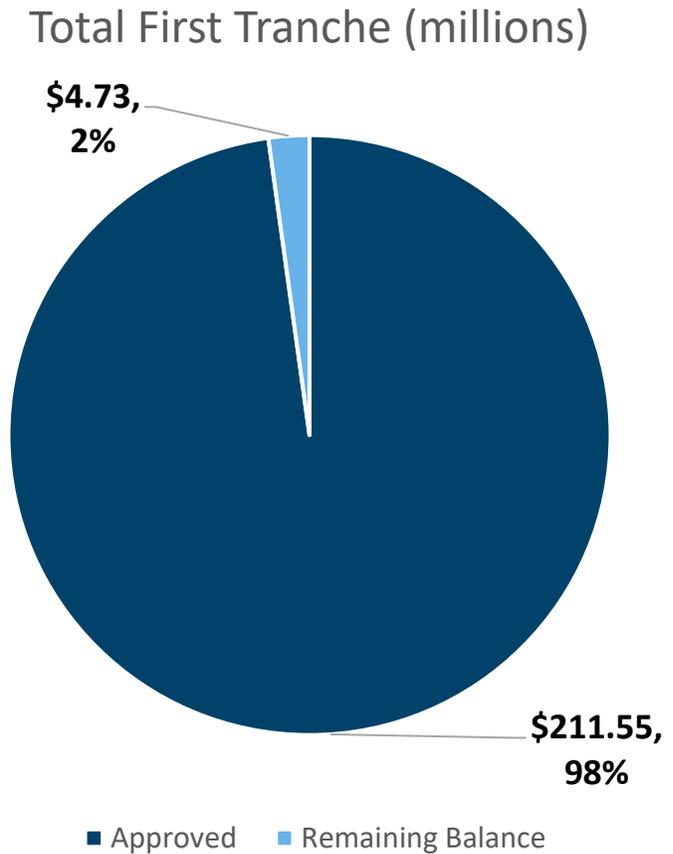
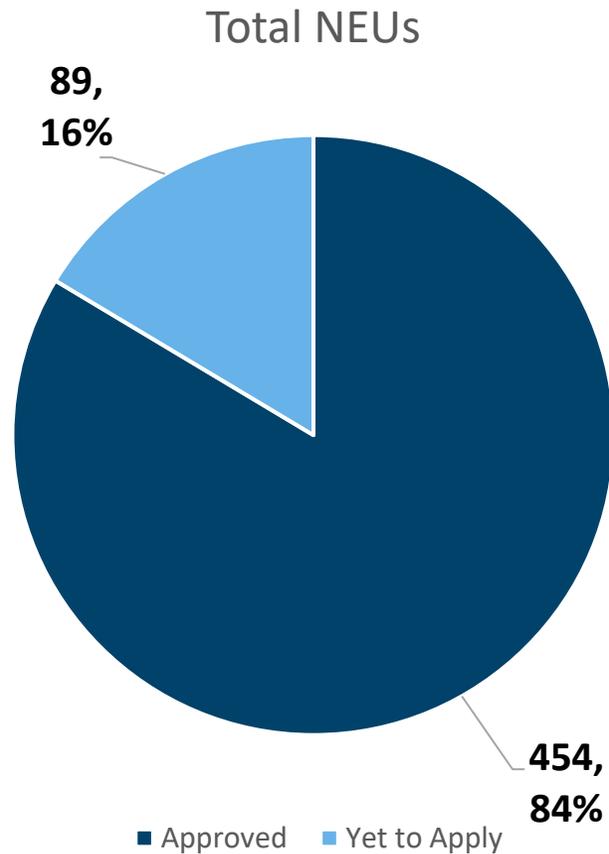
Reporting

- Reports Filed on August 31, 2021 for activity through July 31
 - Interim
 - Revenue replacement/government services
 - NEU distribution status with details
 - Monthly updates
 - Expenditures by Category
 - Performance Report
- Project and Expenditure Report due October 31 for activity through September 30

Interim Report-as of July 31, 2021

- CY2020 Revenue Loss: \$1.851 billion
 - FY17-19 Average Growth Rate: 5.52%
 - Calculation to be performed annually; next due CY21
- Non-Entitlement Units
 - Cities and Towns Applications: 351 of 542
 - Cities and Towns Distributions: 157 for \$99.25 million
 - Ineligible Units: Townships
- Expenditures
 - ISP body cameras: \$13.8 million obligated; \$3.8 million spent

NEU Distribution as of September 16, 2021



Performance Report as of July 31, 2021

- <https://www.in.gov/sba/covid-19-financial-management/>
 - <https://www.in.gov/sba/files/SLFRF-Recovery-Plan-Performance-Report-Indiana-08312021.pdf>
- Summary of planned activities and projects
- Annual filing

ARP Appropriations in FY22-23 Budget

Federal Appropriations from American Rescue Plan	FY22	FY23	Biennial
DOC \$1,600 Correctional Officer Hazard Pay Stipends	\$8.5	-	
DOC Stab Vests	\$7.0	-	
ISP \$1,600 Hazard Pay Stipends	\$2.0	-	
ISP Body Cameras	\$20.0	-	
ISP grants to Local Units for Body Cameras	\$5.0	\$5.0	
ISP grant to MAAC Firefighter Regional Training Pilot	\$0.3	\$0.3	
DNR Next Level Trails	\$60.0	-	
DNR Conservation Land Acquisition	\$25.0	-	
LG Broadband Grants	\$250.0	-	
IEDC READI	-	-	\$500.0
IEDC Next Level Flights	-	-	\$10.0
InvestEd Career Accelerator	\$75.0	-	
InvestEd Internet of Things (IoT) Lab	\$1.0	-	
IFA Northwest Regional Development Authority	\$231.0	-	
DWD UI Trust Fund	\$500.0	-	
INDOT Next Level Connections Fund	\$205.0	\$900.0	
FSSA Mental Health Grants	\$50.0	\$50.0	
IDOH Health Issues and Challenges Grant Program	-	-	\$50.0
IEDC Inter-Modal Transportation Study	\$1.2	-	
IFA Water Infrastructure Grant Program	\$50.0	\$50.0	
IFA Transportation and Water Infrastructure Local Grants	\$30.0	\$30.0	
	\$1,521.0	\$1,035.3	\$560.0



ARP – Direct Expenditure

- UI Trust Fund Restoration
- Next Level Flights
- Public Safety Equipment and Training
- Public Safety Premium Pay
- Conservation and Trails
- Northwest Indiana Transit Projects

ARP – Program Development

- Mental Health Grants
- Health Issues and Challenges Grants
- Career Accelerator
- Regional Economic Advancement and Development Initiative

ARP – Existing Programs

- Water and Sewer
- Broadband
- Other Infrastructure

ARP – Challenges, Opportunities

- Agency program assignment in state budget
- Pending rule finalization
- Period of performance
- Government services capacity
- Demand management
- Managing expectations for future budget development

Capital Projects Fund - \$203 million

- Critical capital projects directly enabling work, education, and health monitoring, include remote options, in response to public health emergency and COVID
- Guidance released September 20
 - Presumptive eligible projects:
 - Broadband infrastructure
 - Digital connectivity technology
 - Multi-purpose community facilities
 - Case-by-Case review for other proposed projects
 - General infrastructure (highways, bridges, transit systems, ports) are ineligible
- Grant application, agreement and plan required